FY 2013 Chief Financial Officer (CFO) Inventory Sampling Plan Execution

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Background

- The annual DoD CFO Sample Inventory was executed September 3 – September 30, 2013

- Based on one standardized sampling plan for all Services and DLA
 - General Fund (GF) for Components
 - NIIN all Supply Condition Codes is the unit of analysis
 - Seven stratum (including items in DSS with zero/blank standard unit price)

- 2013 planning effort began June
 - Led by Mike Arnold (OSD) - weekly/biweekly teleconferences
 - OSD, finance and logistics representatives from the Services and DLA participated
 - CFO Sampling is outlined in chapter 7, DLM 4000.25-2 (MILSTRAP), June 13, 2012

Plan Execution

- DLA Operations Resource and Research Analysis Office (DORRA) generated sample end of August
- Current Sampling Strata (Line Item = NIIN/SCC)
 - Extended Dollar Value between $0 and $9,999.99
 - Extended Dollar Value between $10,000 and $99,999.99
 - Extended Dollar Value between $100,000 and $999,999.99
 - Extended Dollar Value between $1,000,000 and $9,999,999.99
 - Extended Dollar Value > $10 million and unit cost < $1 million
 - All Items with unit cost > $1 million
 - Zero standard unit price (SUP)

Working Capital Fund	General Fund
Army, Navy, Air Force, DLA - 800 NIIN (ea)	Army, Navy, Air Force - 100 NIIN (ea)
USMC - 450 NIIN	USMC - 50 NIIN

- DORRA collects CFO inventory results in October and which are distributed to each Service

DLA Way Ahead

- Current plan relies on manual file transfer and oversight
 - Several systems interfaces and hand offs
 - Statistical Software generates sample
 - Sample file loaded into DSS
- Reduce systems and manual hand offs
- Develop automated process with built in controls
 - Minimize touch-points
 - Efficiencies realized
 - Support analysis of Audit Readiness testing

DEFENSE LOGISTICS AGENCY

AMERICA'S COMBAT LOGISTICS SUPPORT AGENCY

